Approved For Release 2004/12/15: CIA-RDP74B00415R000600070011-3

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21 June 1972

MEMORANDUM FOR:		STATINIL
SUBJECT:	enate Bill 1682—A Bill to e Federal Executive	STATOTHR

2. According to this Bill, the Federal Executive Service (FES) is to be established in order to insure that the executive management of the United States Government is of the highest quality and is responsive to the needs, policies, and goals of the The Central Intelligence Agency is not excluded Nation it serves. by section 3132 of the Bill from the FES. Under section 3133(b), however, the Agency may file with the Civil Service Commission an application for exclusion from the FES. This application must state reasons for the exclusion. The Commission reviews the application and recommends a course of action to the President, who then makes a written determination. From the beginning, the Agency would be dependent upon the "good will" of the Commission and would find itself justifying its application to the Commission. direct appeal to the President from an adverse recommendation by the Commission probably could be made but this would seem to violate the spirit of this Bill and could disrupt our traditionally good working relationship with the Commission.

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- 4. In addition, section 3(c) of the Bill provides that an employee of an agency excluded from the FES under 3133(b) and whose pay was fixed by administrative action between the first rate of GS-16 and the rate of GS-18 shall be offered an appointment under the executive management program of that agency and the pay at one of the pay rates in effect under 3139(a). The pay offered cannot be less than the rate at which the employee's pay was fixed immediately prior to the effective date of section 3(c). The Bill proposes at section 6(a)(2) that section 3133(b), and therefore section 3(c), become effective on the Bill's date of enactment.
- 5. It appears from the language of section 3(d) that even in the case of an agency excluded from the FES under 3133(b) that an employee who believes his employing agency has violated his rights of employment under section 3 shall have a right of appeal to the Commission. Section 3(d) provides that an agency shall take the corrective action that the Commission recommends in its decision on an appeal.
- 6. The previous two paragraphs have a profound impact on the Central Intelligence Agency. They have the effect of possibly granting

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of possibly assuring that then these employees, of establish these employees (section 313)	(those in the grades of GS-16 to GS-18), re can be no reduction in the pay of hing an exclusive pay authority for 9), of possibly limiting the reason(s) apployees, and of guaranteeing these to the Commission.	STATOTHI STATOTHI
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